



Recommendation for Action

File #: 21-1142, **Agenda Item #:** 27.

1/27/2021

Posting Language

Authorize the ratification of the Emergency Temporary Occupancy Agreement with Apple Pie Hotels LLC to allow the City the ongoing option to occupy the real property located at 10811 Pecan Park Blvd., Building 2, Austin, Texas, 78750 for emergency housing, isolation, and support services related to COVID-19 for a 30-day term, with an option to extend for three additional 30-day terms, for an amount not to exceed \$699,200.

Lead Department

Office of Real Estate Services.

Fiscal Note

Funding in the amount of \$699,200 is available in the Fiscal Year 2021-2022 General Fund Emergency Reserve Fund Operating Budget.

For More Information:

Megan Herron, Office of Real Estate Services, (512) 974-5649; Alex Gale, Office of Real Estate Services, (512) 974-1416; Stephanie Hayden, Austin Public Housing (512) 972-5010; Rosie Truelove, Housing and Planning Department (512) 974-3064; Juan Ortiz, Homeland Security and Emergency Management (512) 974-0461.

Additional Backup Information:

This action ratifies the execution of an agreement with Apple Pie Hotels LLC, which will give the City an option to occupy the property for emergency housing, isolation, and support services related to COVID-19. The agreement will include the use of approximately 47,335 square feet of commercial building space on a 2-acre lot, which includes 83 guest rooms and surrounding parking lot area. The Term of this Agreement begins five days after City provides notice to the Owner and has a 30-day initial term with three additional 30-day options. In addition, a \$2,000.00 payment will be made as a consideration for the on-going option to occupy. The occupancy rate will be \$5,810.00 per day for a total contract amount not to exceed \$699,200.

The City Manager for the City of Austin, or designee, has the authority to negotiate and execute ministerial or administrative amendments to this Agreement without further action of the City Council. Any amendment that would constitute a substantive modification to the Agreement must be approved by the City Council.

The health of Austin and Travis County residents and visitors is our highest priority. Our public health officials are taking appropriate actions to ensure the health and safety of our community. Austin-Travis County leaders have declared a "local state of disaster" to more proactively increase preventative measures in the region.

The leasing of this facility will allow us to house individuals who may have been exposed to COVID-19. This Lease Amendment is necessary due to the lack of City-owned facilities.

Strategic Outcome(s):

Health and Environment